Income Tax (Child Care Credit)

Why was the child care income tax credit not allowed when I filed my tax return? What do I do to protest this denial?

There are several reasons why your child care or child tax credit may have been denied.

- 1) Was your federal adjusted gross income larger than \$60,000? If so you cannot claim this credit.
- 2) Was your federal tax \$0? If so you cannot claim the child care credit.
- 3) Did you enter the wrong amount on line 5 of Form 104CR? Some taxpayers enter their federal child tax credit on this line by mistake. Make sure you entered the smaller of your child care credit or your federal tax as specified in the 104 book instruction.
- 4) Did you attach Form 104CR to your income tax return? If not, you need to submit this to the Department of Revenue with an amended return, Form 104X.

If the situations above do not apply to you and you feel you qualify for the credit, you should protest the denial of your credit. Make copies of the adjustment letter you received, your federal return, any federal schedules that pertain to the federal child care credit and Form 104CR. Submit these copies with a short letter explaining why you are protesting the denial of your child care/child tax credit.